

SPECIAL CITY COUNCIL MEETING
MAY 2, 1988

PRESENT

Ruth Hansen	Mayor
Wesley J. Bloomfield	Council Member
Gayle Bunker	Council Member
David Church	Council Member
Don Dafoe	Council Member
Rex T. Harris	Council Member

ABSENT

None

OTHERS PRESENT

Dorothy Jeffery	City Recorder
Richard Waddingham	City Attorney
Neil Forster	Public Works Director
Sarah Inez Moody	Chronicle/Progress
Rita Byrd	Billing Clerk
Brent Martin	GMC Financial Group Inc.
Mike Broderick	Day's Insurance
Bob Warnick	Blue Cross & Blue Shield
Dean Johnson	Utah Local Government Ins Trust
John Nickle	Nickle Insurance Agency
Gene Sturzenegger	Utah Department of Transportation

Mayor Hansen called the meeting to order at 6:30 p.m. Dorothy Jeffery, City Recorder, acted as secretary. Mayor Hansen stated that notice of the meeting time, place and agenda was posted at the principal office of the governing body located at 76 North 200 West and was provided to the Millard County Chronicle/Progress, the local radio station, KNAK, and to each member of the City Council by personal delivery two days prior to the meeting.

MINUTES

The proposed minutes of a regular City Council meeting held April 18, 1988, were presented for consideration and approval. The Council reviewed the minutes briefly and proposed corrections. Council Member David Church MOVED that the minutes be approved as corrected. The motion was SECONDED by Council Member Don Dafoe. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

The proposed minutes of a Public Hearing held April 25, 1988, were presented for consideration and approval. The Council reviewed the minutes briefly. Council Member Don Dafoe MOVED that the minutes be approved as presented. The motion was SECONDED by Council Member Wesley Bloomfield. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

The proposed minutes of a special City Council meeting held April 25, 1988, were presented for consideration and approval. The Council reviewed the minutes briefly. Council Member Wesley Bloomfield MOVED that the minutes be approved as presented. The motion was SECONDED by Council Member Gayle Bunker. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

ACCOUNTS PAYABLE

The Council reviewed the accounts payable, a list of which had been given to them two days prior to the meeting. Following a brief discussion of the accounts payable, Council Member Don Dafoe MOVED that the accounts payable be approved for payment as listed in the amount of \$41,652.86. The motion was SECONDED by Council Member David Church. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

ATTORNEY RICHARD WADDINGHAM: CLOSED SESSION TO DISCUSS LITIGATION

Attorney Richard Waddingham requested that the Council go into closed session to discuss litigation. Council Member David Church MOVED that the Council meet in closed session at 6:40 p.m. The motion was SECONDED by Council Member Don Dafoe. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a roll call vote. The voting was as follows:

Council Member Wesley Bloomfield	Yes
Council Member Gayle Bunker	Yes
Council Member David Church	Yes
Council Member Don Dafoe	Yes
Council Member Rex Harris	Yes

Following the closed session, Council Member David Church MOVED to reconvene to regular City Council meeting at 7:00 p.m. The motion was SECONDED by Council Member Gayle Bunker. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously.

MAYOR RUTH HANSEN: SCHEDULING OF BUDGET WORK SESSION

Mayor Hansen said that there is a conflict with the previously scheduled Budget Work Session on May 4 and asked the Council for their recommendations.

The Council scheduled a Budget Work Session for Thursday, May 5, at 6:00 p.m.

MAYOR RUTH HANSEN: DELTA CITY HEALTH AND LIABILITY INSURANCE

Mayor Hansen asked Brent Martin to present an insurance proposal to the Council.

Bob Warnick explained that he and Brent Martin both represent GMI Financial Group Inc., an independent agency specializing in employee benefits, and broker for Blue Cross and Blue Shield and for IHC. Mr. Martin and Mr. Warnick presented options available from IHC and Blue Cross and Blue Shield. Mr. Martin quoted the following rates for insurance coverage from IHC: Single \$95.80, Family \$258.55. Mr. Warnick quoted the following rates for insurance coverage with Pre-authorization from Blue Cross and Blue Shield: Single \$97.30, Family \$262.00.

Mayor Hansen then asked Dean Johnson, Utah Local Government Insurance Trust to present a proposal to the Council.

Mr. Johnson presented options available through Public Employees Health Plan (PEHP). Mr. Johnson quoted the following rates for Plan 1: Single \$103.55, Couple \$207.15, Family \$274.55. He quoted the following rates for Plan 3: Single \$92.78, Double \$178.00, Family \$247.68. He also presented a proposal for Eye Care Coverage in the amount of \$12.00 per year per family.

Mayor Hansen asked Mike Broderick, Day's Insurance Agency to present a proposal to the Council.

Mr. Broderick presented an insurance proposal for employee health insurance with a premium of \$149.24 per family, which is subject to change based on age of insured.

Mayor Hansen asked John Nickle, Nickle Insurance Agency to present a health insurance proposal to the Council.

Mr. Nickle presented a quote from Far West American as follows: Single \$90.00, Family \$192.00. He also presented a quote from Lincoln National as follows: Single \$82.00, Family \$208.00.

Mr. Nickle then presented the following letter regarding Nickle Insurance Agency's bid for Delta City's Liability Insurance Coverage:



NICKLE

Insurance Agency



39 South 300 East
Post Office Box 607
Delta, Utah 84624
(801) 864-3833

May 2, 1988

Delta City
72 North 200 West
Delta, Utah 84624

RE: 1988-89 Insurance Bids

Dear City Council:

Our bids for Delta City's insurance premiums are as follows:

Bonds	\$750.00
Airport	\$5,300.00
General Liability	\$25,000.00*
Property	\$6,976.00
Inland Marine	\$988.00
Automobile	\$11,840.00
Professional Liability	<u>\$6,719.00*</u>
Total	\$57,573.00

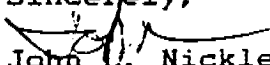
*These premiums are projected premiums. We should have a firm rate within the next two weeks, which rate may be as much as 20% lower than the price shown.

The general liability premium is also going to be bid by USF&G; however, the price will not be available for 30 days. If they can write this portion, their bid will definitely be lower than that shown here.

At this time Penco has all of the required information to quote Delta City's insurance. No pricing has been received at this time. As soon as the Penco pricing is received, it will be forwarded to Delta City. At that time, Delta City could choose whether to use the private carriers or Penco.

If any further information is desired, I would be happy to discuss it.

Sincerely,


John L. Nickle
DD/jt

Michael Rose, State Farm Insurance Agency did not present a proposal.

All the above Employee Health Insurance Proposals are on file in the office of the City Recorder.

GENE STURZENEGGER, UTAH DEPARTMENT OF TRANSPORTATION:
INTRODUCTION OF DISTRICT DIRECTOR

Mayor Hansen recognized Gene Sturzenegger, Utah Department of Transportation (UDOT), and asked him to address the Council.

Mr. Sturzenegger introduced Mr. J. R. Chamberlain as the new UDOT District 5 Director, of which Delta is a part of. Mr. Sturzenegger briefly reviewed UDOT's future plans that will effect Delta City.

Mayor Hansen welcomed Mr. Chamberlain to Delta City and thanked them for their attendance and introduction.

OTHER BUSINESS

Mayor Hansen asked Council Members to be thinking of a Chairman for the Fourth of July Celebration.

Mayor Hansen asked if there were any further comments, questions or items to be discussed. There being none, Council Member Don Dafoe MOVED to adjourn. The motion was SECONDED by Council Member David Church. Mayor Hansen asked if there were any further comments or questions regarding the motion. There being none, she called for a vote. The motion passed unanimously. Mayor Hansen declared the meeting adjourned at 9:30 p.m.


RUTH HANSEN, Mayor


DOROTHY JEFFERY
Delta City Recorder

MINUTES APPROVED: RCCM 5-9-88